

INTERIM RESULTS

FOR THE QUARTER ENDED

30TH SEPTEMBER 2016



MULLER & PHIPPS (CEYLON) PLC
98,SRI SANGARAJA MAWATHA
COLOMBO-10
COMPANY NO .PQ177

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - GROUP

Period Ended 30th September	Unaudited Three Months to 2016 Rs,000	Unaudited Three Months to 2015 Rs,000	Variance %	Unaudited Six Months to 2016 Rs,000	Audited Six Months to 2015 Rs,000	Variance %
Revenue	265,586	208,384	27	470,589	392,042	20
Cost of Sales	(217,834)	(165,374)	(32)	(382,062)	(310,306)	(23)
Gross Profit	47,752	43,010	11	88,527	81,736	
Other Operating Income	18,554	3,072	100	18,560	3,107	497
Administrative Expenses	(29,274)	(26,693)	(10)	(56,375)	(53,393)	(6)
Distribution Cost	(5,745)	(6,014)	4	(13,155)	(11,058)	(19)
Profit/(Loss) from Operations	31,287	13,375	134	37,557	20,392	84
Finance Income	3,222	2,082	55	6,407	4,902	31
Finance Expenses	(6,621)	(2,160)	(207)	(11,659)	(3,735)	(212)
Other Financial Items	2,447	(1,607)	252	2,099	(4,236)	150
Net Financing Income/ (Expenses)	(952)	(1,685)	43	(3,153)	(3,069)	(3)
Profit Before Income Tax Expense	30,335	11,689	160	34,404	17,322	99
Income Tax Expense	(4,382)	(2,778)	(58)	(5,188)	(3,925)	(32)
Profit for the Period	25,952	8,912	191	29,215	13,398	118
Other Comprehensive Income						
Net change in fair value of available for sale - Financial Assets	2,809	258	(989)	3,654	1,850	(98)
Total Comprehensive Income for the Period	28,761	9,169	(214)	32,869	15,247	116
Earnings per share (Rs.)	0.09	0.03		0.10	0.05	
Dividend per share (Rs.)	-	-		-	0.07	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - COMPANY

Period Ended 30th September	Unaudited Three Months to 2016 Rs,'000	Unaudited Three Months to 2015 Rs,'000	Variance %	Unaudited Six Months to 2016 Rs,'000	Audited Six Months to 2015 Rs,'000	Variance %
Revenue	500	500	-	1,000	1,000	-
Cost of Sales	-	-		-	-	
Gross Profit	500	500	-	1,000	1,000	
Other Operating Income	13,655	109	-	13,655	109	-
Administrative Expenses	(943)	(1,321)	29	(1,904)	(2,240)	15
Distribution Expenses	-	-		-	-	
Profit/(Loss) from Operations	13,212	(712)	(1,956)	12,751	(1,131)	(1227)
Financing Income	3,563	3,190	12	6,825	6,683	2
Profit Before Income Tax Expense	16,775	2,478	577	19,576	5,551	253
Income Tax Expense	(162)	(96)	(69)	(368)	(325)	(13)
Profit for the Period	16,613	2,383	597	19,207	5,227	267
Other Comprehensive Income						
Net change in fair value of available for sale - Financial Asset	2,812	264	(965)	3,651	1,850	(97)
Total Comprehensive Income for the Period	19,424	2,646	(634)	22,858	7,076	223
Earnings per share (Rs.)	0.06	0.01		0.07	0.02	
Dividend per share (Rs.)	-	-		0	0.07	

Figures in brackets indicate deductions.

Above figures are provisional and subject to audit.

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF FINANCIAL POSITION

As at	Group		Company	
	Unaudited 30-09-2016 Rs.'000	Audited 31-03-2016 Rs.'000	Unaudited 30-09-2016 Rs.'000	Audited 31-03-2016 Rs.'000
ASSETS				
Non-Current Assets				
Property, Plant & Equipment	4,494	5,734	-	38
Intangible Assets	335	182	-	-
Investments in Subsidiaries	-	-	38,897	38,897
Financial Assets Available for Sale	83,107	79,454	66,172	62,522
Deferred Tax Assets	648	647	-	-
Total Non Current Assets	88,585	86,017	105,070	101,457
Current Assets				
Inventories	219,772	221,811	-	-
Trade and Other Receivables	392,632	315,157	2,081	1,838
Amounts due from Related Companies	70,495	53,779	70,495	69,092
Financial Assets Held to Maturity- Investments	-	5,005	-	-
Income Tax Recoverable	-	-	-	-
Cash and Cash Equivalents	1,761	3,925	681	3,092
Total Current Assets	684,660	599,677	73,257	74,022
TOTAL ASSETS	773,246	685,694	178,327	175,479
EQUITY AND LIABILITIES				
Equity				
Stated Capital	83,000	83,000	83,000	83,000
Reserves	149,611	136,552	93,896	90,848
Equity Attributable to Equity Holders of the Company	232,611	219,552	176,896	173,848
Non-Current Liabilities				
Retirement Benefit Obligations	6,729	6,118	-	-
Total Non Current Liabilities	6,729	6,118	-	-
Current Liabilities				
Trade and Other Payables	9,673	5,634	455	807
Dividend Payable	777	-	777	707
Income Tax payable	883	1,165	198	119
Amounts due to Related Companies	-	-	-	-
Interest Bearing Borrowings	467,473	430,228	-	-
Bank Overdraft	55,100	22,997	-	-
Total Current Liabilities	533,905	460,024	1,429	1,632
TOTAL EQUITY & LIABILITY	773,246	685,694	178,327	175,479
Net asset value per share	0.82	0.78	0.63	0.61

The above figures are provisional and subject to audit.

It is certified that these Financial Statements are prepared in compliance with the requirements of the Companies Act No. 07 of 2007.

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
Approved and signed for and on behalf of the Board of Muller & Phipps (Ceylon) PLC.

SGD
R.N. Boppearatchy
Director

SGD
R.C.A. Welikala
Director

Colombo
Date: 09.11.2016

Muller & Phipps (Ceylon) PLC

MULLER & PHIPPS (CEYLON) PLC
CASH FLOW STATEMENT

Period Ended 30th September	Group		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2016	2015	2016	2015
	Rs.'000	Rs.'000	Rs.'000	Rs.'000
Cash flows from Operating Activities				
Profit Before Taxation	34,404	17,322	19,576	5,551
Adjustments for:				
Amortization/Depreciation on Property, Plant & Equipment	1,596	602	38	2
Interest Expenses	11,659	5,696	-	-
Provision for Retirement Benefit Obligation	930	636	-	-
Profit on Sale of Property, Plant & Equipment	-	6	-	-
Dividend Received	-	(109)	(13,500)	(109)
Interest Income	(3,145)	(4,902)	(3,563)	(6,683)
Operating Profit/(Loss) Before Working Capital Changes	31,944	19,252	2,551	(1,238)
(Increase)/ Decrease in Inventories	2,038	(9,439)	-	-
(Increase) / Decrease in Trade & Other Receivables	(77,231)	(81,488)	109	-
(Increase) / Decrease in Amount Due from Related Companies	(1,403)	70,211	(1,403)	3,507
Increase /(Decrease) in Trade & Other Payables	4,427	2,287	(352)	(353)
Increase / (Decrease) in Amount Due to Related Companies	-	1,232	-	1,232
Cash Generated from Operations	(40,226)	2,055	905	3,148
Interest Expense Paid	-	(16,927)	-	-
Income Tax Expense Paid	(5,471)	(504)	(289)	(504)
Gratuity Paid	(320)	-	-	-
WHT Paid	-	(11)	-	-
Net Cash Outflows from Operating Activities	(46,017)	(15,386)	616	2,644
Cash Flow from Investing Activities				
Purchase of Property, Plant & Equipment	(516)	(375)	-	-
Dividend Received	13,500	109	13,500	109
Interest Received	1,560	6,823	1,978	6,643
Proceeds from Disposal of Property, Plant & Equipment	10	173	-	-
Investment in Financial Assets	-	(3,986)	0	(3,986)
Investments in Other Short Term Financial Assets	5,004	(979)	-	-
Net cash Flows from Investing Activities	19,558	1,765	15,478	2,766
Cash Flows from Financing Activities				
Dividend Paid	(33,504)	(19,350)	(18,504)	(19,350)
Loan Received	37,246	10,481	-	-
Finance Cost Paid	(11,659)	(5,696)	-	-
Net Proceeds from Borrowings	-	-	-	-
Net cash Outflows from Financing Activities	(7,917)	(14,565)	(18,504)	(19,350)
Increase/ (Decrease) in Cash & Cash Equivalents	(34,376)	(28,188)	(2,410)	(13,940)
Cash & Cash Equivalents at the Beginning of the Year	(19,072)	(25,268)	3,092	15,127
Cash & Cash Equivalents at the End of the Period	(53,448)	(53,456)	682	1,187

MULLER & PHIPPS (CEYLON) PLC
STATEMENT OF CHANGES IN EQUITY

Group

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	AFS Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2015	83,000	5,000	401	(10,610)	128,703	206,494
Profit for the Period	-	-	-	-	13,398	13,398
Other Comprehensive Income for the Period	-	-	-	1,850	-	1,850
Dividend for the Year	-	-	-	-	(19,810)	(19,810)
Balance as at 30th September 2015	83,000	5,000	401	(8,760)	122,291	201,931
Balance as at 1st April 2016	83,000	5,000	401	6,165	124,986	219,552
Profit for the Period	-	-	-	-	29,215	29,215
Other Comprehensive Income for the Period	-	-	-	3,654	-	3,654
Dividend for the Year	-	-	-	-	(19,810)	(19,810)
Balance as at 30th September 2016	83,000	5,000	401	9,819	134,391	232,611

Company

	Stated Capital Rs,'000	General Reserve Rs,'000	Capital Reserve Rs,'000	AFS Reserves Rs,'000	Retained Earnings Rs,'000	Total Rs,'000
Balance as at 1st April 2015	83,000	5,000	401	3,702	89,978	182,081
Profit for the Period	-	-	-	-	5,227	5,227
Other Comprehensive Income for the Period	-	-	-	1,850	-	1,850
Dividend for the Year	-	-	-	-	(19,810)	(19,810)
Balance as at 30th September 2015	83,000	5,000	401	5,552	75,395	169,348
Balance as at 1st April 2016	83,000	5,000	401	4,868	80,579	173,849
Profit for the Period	-	-	-	-	19,207	19,207
Other Comprehensive Income for the Period	-	-	-	3,651	-	3,651
Dividend for the Year	-	-	-	-	(19,810)	(19,810)
Balance as at 30th September 2016	83,000	5,000	401	8,519	79,977	176,896

MULLER & PHIPPS (CEYLON) PLC

NOTES

01. Above figures are provisional and subject to audit.
02. The accounting policies and methods of computation are consistent with those policies and methods followed during the previous financial year and are also in compliance with Sri Lanka Accounting Standard -34 Interim Financial Reporting.
03. The information shown in the previous quarter's Financial Statements have been re-classified to facilitate adoption of LKAS-01 "Presentation of Financial Statements".
04. The Stated Capital of the Company is Rs. 83,000,000 represented by 283,000,000 ordinary shares.
05. There has been no significant change in the nature of the contingent liabilities which were disclosed in the Audited Financial Statements for year ended 31 March 2016.
06. No circumstances have arisen since the Reporting Date, which would require adjustments to or disclosure in the Financial Statements.
07. None of the Directors held any shares directly as at 30.09.2016
08. The Percentage of shares held by the public as at 30th September 2016 was 48.60%.
09. Number of Public Shareholders as at 30th September 2016 were 2,817
10. Market prices recorded during the Quarter

	<u>30/09/2016</u>	<u>30/09/2015</u>
	Rs	Rs
Highest	1.40	1.60
Lowest	1.20	1.30
Last traded price (Volume Weighted Average Price)	1.20	1.40

MULLER & PHIPPS (CEYLON) PLC**NOTES****Twenty Major Shareholders as at 30th September 2016**

	No of shares	Share Percentage %
01. E.B. Creasy & Company PLC	145,061,773	51.26
02. Sampath Bank PLC/ Dr.T.Senthilverl	74,592,100	26.36
03. Hexagon Holdings (Pvt) Ltd	4,850,000	1.71
04. First Capital Markets Limited/Mrs.S.S.De Fonseka	4,553,500	1.61
05. Getz Bros. & Co. Inc.	3,675,000	1.30
06. Mr. Ajith Krishantha Palliya Guruge Don	3,506,050	1.24
07. Dr. Abdul Rahuman Mohamed	1,512,756	0.53
08. Mr. Buwaneka Tissa Prathapasinghe and Mrs.Uma Kumari Prathapasinghe	1,000,000	0.35
09. Mr. Harshaka Chamupathie Subasinghe	1,000,000	0.35
10. Mr.Asiri Dilhan De Silva	797,993	0.28
11. Mr.Ravindra Erle Rambukwelle	742,092	0.26
12. Mr. Sajid Hussein Makeen	702,800	0.25
13. Mr. Hikkaduwege Prasanna Desapriya Fernando	700,000	0.25
14. Mr. Abhayagunawardhanalage Nilantha Pradeep Abhayagunawardhana	680,200	0.24
15. Mr. Mohamed Subair Fouzal Haqqe and Mrs.Sithy Izama Haqqe	658,426	0.23
16. Macksons Holdings (PVT) Ltd	610,837	0.22
17. Waldock Mackenie Limited/Mr.S.S.Thangarajah	586,643	0.21
18. Mrs.Jayani Apsara Alles	550,000	0.19
19. Aruna Enterprises (PVT) Ltd	500,000	0.18
20. Mr.Hilary Ayomal Fernando	500,000	0.18
21. Mr.Anura Neilan William	500,000	0.18
	247,280,170	87.37